

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 8079
BILL NUMBER: SB 430

DATE PREPARED: Jan 17, 2001
BILL AMENDED:

SUBJECT: State grants to community foundations.

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FUNDS AFFECTED: ☒ **GENERAL**
DEDICATED
FEDERAL

IMPACT: State & Local

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		1,000,000	
Net Increase (Decrease)		(1,000,000)	

LOCAL IMPACT	CY 2001	CY 2002	CY 2003
Local Revenues	500,000	500,000	
Local Expenditures			
Net Increase (Decrease)	500,000	500,000	

Summary of Legislation: This bill provides state donations and matching grants to community foundations. It appropriates \$1,000,000 from the state General Fund for distribution to the permanent endowment of community foundations in each county, with income from the investment of 25% of the money to be used for purposes of community scholarship foundations (such as Dollars for Scholars organizations) and 75% to be used for the general charitable purposes of the community foundation. The bill provides for administration by the treasurer of state with assistance from an organization that assists community foundations. It provides various methods of allocating money that is not claimed by an eligible community foundation.

Effective Date: July 1, 2001.

Explanation of State Expenditures: The bill appropriates \$1 M from the General Fund to the Treasurer for distribution to local Community Foundations to provide scholarships for students attending college. Each county is entitled to their proportionate share for the appropriation based on population. Each community foundation is entitled to a proportionate share of the county share based on the population the foundation serves compared to the county population.

The bill provides that 20% of the distribution to community foundations has no matching requirements, but 80% of the distribution must be matched with one local dollar for two state dollars.

The money received is used to establish endowments by the community foundations.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: The local impact assumes distribution of ½ of the appropriation in the last six months of CY 2001 and ½ of the appropriation in the first six months of CY 2002.

State Agencies Affected: Treasurer.

Local Agencies Affected: Community Foundations.

Information Sources: